GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:2872
ANSWERED ON:07.12.2001
EXCISE EXEMPTION IN BEEDI
ABUL HASNAT KHAN

Will the Minister of FINANCE be pleased to state:

(a) whether the Government are aware that many big beedi manufacturers are taking illegal advantage of exemption from excise duty on beedi production upto Rs.20 lakhs per month though their production is much higher than this quota; and

(b) if so, the steps taken so far by the Government to prevent this malpractice?

Answer

MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI BALASAHEB VIKHE PATIL)

(a) and (b) : One case has been detected in 2001-02. Necessary action under the law has been initiated against the evader.